

SAPC-066018
151C

EXHIBIT B

TERMS AND CONDITIONS

1. Payments under this Purchase Order will be made monthly. Invoices will be made out to:

The Ramo-Wooldridge Corporation
8820 Bellanca Avenue
Los Angeles 45, California
Attention:

Contract & Finance

STATINTL

Said invoices must be certified by prior to payment

STATINTL

2. Invoices will contain total number of hours worked, total direct labor costs, overhead, profit, and total material costs for the period covered by the invoice.
3. The work called for under this Purchase Order shall be performed by personnel of the Seller qualified professionally or otherwise to perform the same.
4. Any reports submitted in compliance with this Purchase Order shall bear the Purchase Order number and the prime contract number.
5. Direct labor - Seller shall be entitled to payment only for direct labor hours performed under, to the extent and at the rates specified in, this Purchase Order. Said rates include full compensation to Seller for overhead, plant burden, administration expense, profits, financing costs, depreciation, etc. No premium overtime payments will be reimbursable by Buyer except to the extent, if any, specified in this Purchase Order or in a Change Notice hereto issued by Buyer and acknowledged by Seller.
6. Materials - Any payment for materials will be made at Seller's actual invoiced cost, less trade or quantity discounts for material used directly in the performance of work hereunder. No handling charges will be allowed.
7. Subcontracting - None of the work or services hereunder shall be subcontracted by Seller except with the prior written consent of Buyer, and payment to Seller by Buyer for subcontracted work will not exceed the amount charged by the Subcontractor. The work "Subcontracted" shall not include the purchase of basic raw materials, standard stock, or catalog items.
8. Records - Seller's accounting system shall be subject to Buyer's approval. Seller shall maintain detailed, complete, and accurate accounting records of the hours of direct labor performed hereunder, and the hours of such labor billed by Seller shall be supported by individual daily job time-cards (preferably signed by the workers), and by evidence of actual payment either through payroll records or cancelled checks. Charges for materials must be supported by paid invoices or material requisitions. All records pertaining to this order shall be preserved for at least five (5) years after date of completion.